

Senate Bill No. 565

Passed the Senate September 10, 1999

Secretary of the Senate

Passed the Assembly September 9, 1999

Chief Clerk of the Assembly

This bill was received by the Governor this _____ day
of _____, 1999, at _____ o'clock ____M.

Private Secretary of the Governor

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CHAPTER _____

An act to add and repeal Section 14669.7 of the Government Code, relating to state property.

LEGISLATIVE COUNSEL'S DIGEST

SB 565, Costa. State facilities: Department of Transportation: study.

Existing law generally authorizes the Director of General Services to hire, lease, lease-purchase, or lease with the option to purchase any real or personal property for the use of any state agency, if the director deems the hiring or leasing is in the best interest of the state.

This bill would require the director to undertake a study regarding the purchase, exchange, or acquisition of real property and the construction of facilities in the County of Fresno for use by the Department of Transportation and other state agencies. The bill would require the director to report to the Legislature on or before July 1, 2000.

These provisions would remain in effect only until January 1, 2001, and as of that date would be repealed, unless a later enacted statute, that is enacted before January 1, 2001, deletes or extends that date.

The people of the State of California do enact as follows:

SECTION 1. Section 14669.7 is added to the Government Code, to read:

14669.7. (a) The director shall study the purchase, exchange, or acquisition of real property and the construction of facilities in the County of Fresno, for use by the Department of Transportation and other state agencies. The study shall include an evaluation of options to finance the facilities. The department shall consider the placement of the facilities on a site that permits future expansion of the facilities described by this section, if evaluations of future workload indicates that future expansion of the facilities may be warranted.



(b) The study shall assume that the net present value of the cost to acquire and operate the facilities described in this section may not exceed the net present value of the cost to lease and operate an equivalent amount of comparable office space over the same time period. The department shall perform this analysis and shall obtain interest rates, discount rates, and consumer price index figures from the Treasurer. For purposes of this analysis, the department shall compare the cost of acquiring and operating an equivalent amount of comparable office space that will no longer need to be leased because the agencies will no longer occupy currently leased facilities when they occupy the proposed facilities.

(c) Notwithstanding Section 7550.5 of the Government Code, the director shall submit the study described in this section to the Legislature on or before July 1, 2000.

(d) This section shall remain in effect only until January 1, 2001, and as of that date is repealed, unless a later enacted statute, that is enacted before January 1, 2001, deletes or extends that date.

Approved _____, 1999

Governor

